The following is a translation (extract) of the official announcement given to the Tokyo Stock Exchange and the media in Tokyo, Japan. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

Consolidated Financial Results for the Fiscal Year 2026 (April 2026 - June 2026)

July 31, 2026

Company Name: SPARX Group Co., Ltd.
Stock Code Number: 8739
(URL https://www.sparxgroup.com)
Representative: Shuhei Abe
President & Representative Director, Group CEO, Group CIO
Contact: Hiroshi Minematsu
Managing Director, Group Executive Officer, Group CFO
Tel: +81-3-6711-9100

Scheduled commencing date of dividend payment: -
Supplemental information for quarterly financial results: Yes
Presentation materials will be posted on our HP on July 31, 2026.
Earnings announcement for quarterly financial results: Yes
The briefing video will be distributed on our website following the release of the presentation materials.

(Amount rounded down to million yen)

1. Consolidated Financial Results for FY2026 (April 1, 2026 to June 30, 2026)

(1) Consolidated Operating Results

(Percentage shows the percentage of change from the corresponding period of the previous year)

	Operating Revenue		Operating Profit		Ordinary Profit	
	Million yen	%	Million yen	%	Million yen	%
Apr.-Jun. FY2026	5,606	40.8	2,754	80.8	2,697	72.4
Apr.- Jun. FY2025	3,981	(6.4)	1,523	(12.8)	1,564	(13.4)

(Note) Comprehensive Income Apr.2026-Jun.2026: 5,109 million yen (121.4%) Apr.2025-Jun.2025: 2,307 million yen (12.0%)

	Profit attributable to owners of parent		Net Income per share	Net Income per share (fully diluted)
	Million yen	%	yen	yen
Apr.-Jun. FY2026	2,900	77.6	73.32	—
Apr.- Jun. FY2025	1,633	45.8	41.18	—

(2) Consolidated Financial Position

	Total Assets	Net Assets	Equity Ratio	Net Asset Per Share
	Million yen	Million yen	%	Yen
Jun. 2026	58,831	40,644	69.1	1,027.44
Mar. 2026	57,600	39,204	68.1	992.03

(Reference) Equity
Jun. 2026: 40,644 million yen Mar. 2026: 39,204 million yen

2. Dividends

	Dividends per share (yen)				Total Annaul Dividend
	First Quarter	Second Quarter	Third Quarter	Fourth Quarter	
FY2025	―	0.00	―	90.00	Yen 90.00
FY2026	―				
FY2026(Expected)		55.00	―	55.00	110.00

Note:(1) Revisions to the most recently announced dividend forecast: Yes

(2) Please refer to "Notice Regarding Revision to the Interim Dividend and Year-End Dividend Forecasts for Fiscal Year Ending on March 31, 2027", which has also announced today(July 31, 2026).

3. Forecast of Results for the FY2026

SPARX Group's primary business of investment trust management, discretionary investment management and investment advisory is influenced by changes in market conditions which make it difficult to forecast future operating results with accuracy.

In addition, with regards to month-end preliminary figures for assets under management (AUM), we are disclosing these figures separately within five business days after the end of each month.

* Notes

(1) Significant changes in subsidiaries during this period (changes in designated subsidiaries resulting in changes in the scope of consolidation): No

Added: ___ company(ies) (name(s): ____________)   Removed: ___ company(ies) (name(s): ____________)

(2) Application of special accounting methods in the preparation of the quarterly consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

i. Changes in accounting policies due to revisions in accounting standards and other regulations: No

ii. Changes in accounting policies for reasons other than i.: No

iii. Changes in accounting estimates: No

iv. Restatement of prior period financial statements: No

(4) Number of shares issued and outstanding (common stock)

Number of shares issued and outstanding at the end of the period (including treasury stock)	As of June 30, 2026	41,507,780 shares	As of March 31, 2026	41,507,780 shares
Number of shares of treasury stock at the end of the period	As of June 30, 2026	1,948,762 shares	As of March 31, 2026	1,989,042 shares
Average number of shares during the period	Three-month period ended June 30, 2026	39,552,925 shares	Three-month period ended June 30, 2025	39,654,581 shares

Note The number of shares of treasury stock at the end of the period above includes shares held in trust accounts (1,287,489 shares as of June 30, 2026 and 1,327,929 shares as of March 31, 2026) for the employee stock ownership plan (ESOP) and stock grant trust for directors. Shares of the Company's own stock held in ESOP trust accounts and stock grant trust account for directors are included in treasury stock subtracted from the calculation of the average number of shares during the period (1,293,711 shares for the three-month period ended June 30, 2026 and 1,342,307 shares for the three-month period ended June 30, 2025).

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

###

(Table of Contents for the Accompanying Materials)

１． Overview of Consolidated Operating Results …… 4
（１） Operating results analysis for FY2026 First Quarter …… 4
（２） Financial situation analysis for FY2026 First Quarter …… 5
２． Consolidated Financial Statements and significant notes …… 6
（１） Quarterly Consolidated Balance Sheets …… 6
（２） Quarterly Consolidated Statements of Income and Quarterly Consolidated Statements of Comprehensive Income …… 8
Quarterly Consolidated Statements of Income …… 8
Quarterly Consolidated Statements of Comprehensive Income …… 9
（３） Notes to Quarterly Consolidated Financial Statements …… 10
(Going concern assumption) …… 10
(Significant changes in equity) …… 10
(Quarterly Consolidated statements of cash flows) …… 10
(Segment information) …… 10

1．Overview of Consolidated Operating Results

(1) Operating results analysis for FY2026 First Quarter

During the first quarter under review, the Japanese stock market remained firm overall. Despite periods of temporarily heightened volatility were observed due to uncertainties surrounding the situation in the Middle East and monetary policy, the market trended firmly upward which was supported by expanding demand related AI (artificial intelligence) and semiconductors and easing inflation concerns. At the beginning of the period, market movements were turbulent amid concerns over geopolitical tensions in the Middle East. However, investor sentiment improved on expectations for progress in ceasefire negotiations, resulting in a recovery of market momentum. Subsequently, backed by gains in US high-tech and semiconductor stocks, inflows into AI- and semiconductor-related stocks accelerated in Japan, further strengthening the upward trend of major stock indices. While profit-taking emerged at times against the backdrop of rising overseas interest rates and persistently elevated domestic long-term interest rates, the market regained momentum as concerns over inflation eased following a decline in crude oil prices and expectations grew for continued expansion of AI-related investment in the United States. As a result, major stock indices reached new record highs. Thereafter, the market temporarily softened in response to earnings announcements by US semiconductor companies and increased speculation regarding additional interest rate hikes by the US Federal Reserve (FRB) within the year. However, investor sentiment improved as crude oil prices declined following the agreement to end hostilities between the United States and Iran, easing inflation concerns. In addition, as the Bank of Japan's policy rate hike had been largely priced in by the market, the impact on stock prices was limited, and the market continued to trade at elevated levels. As a result, the Nikkei 225 closed at 70,062.32 points, up by 37.2% from the the end of the previous fiscal year.

Under such market conditions, the Group's assets under management at the end of the first quarter totaled JPY 2,612.3 billion (Note 1), representing an increase of 16.5% from the end of the previous fiscal year.

As a result, management fees (Note 2) for the first quarter increased by 25.6% year-on-year to JPY 4,777 million. Performance fees (Note 3) increased by 448.5% year-on-year to JPY 803 million, and operating revenue increased by 40.8% year-on-year to JPY 5,606 million.

Operating and general administrative expenses increased by 16.0% year-on-year to JPY 2,851 million. This was primarily attributable to higher personnel expenses and an increase in commission expenses associated with growth in the average assets under management of publicly offered investment trusts.

As a result, operating profit increased by 80.8% year-on-year to JPY 2,754 million, and ordinary profit increased by 72.4% year-on-year to JPY 2,697 million. In addition, the Group recorded gains on the sale of investment securities of JPY 1,528 million, resulting in quarterly profit attributable to owners of the parent increased by 77.6% year-on-year to JPY 2,900 million.

Base earnings (Note 4), an indicator of profitability that provides a sustainable and stable foundation for the business, increased by 47.2% YoY to JPY 2,312 million (from JPY 1,571 million in the same period of the previous fiscal year).

Notes

1. Assets under management for the consolidated fiscal year under review are preliminary figures (as of June 30, 2026).
2. Management fees include administrative fees for the power stations related to our Japanese renewable energy investment strategy.
3. Performance fees include fees generated from equity fund management performance and one-time fees (acquisition fees) received as compensation for formulating power station plans related to our Japanese renewable energy investment strategy.
4. Base earnings is one of the Group's most critical management indicators. It represents recurring management fees (after deducting commissions) minus ordinary expenses.

(2) Financial situation analysis for FY2026 First Quarter

(Assets)

Total assets as of the end of the first quarter increased by JPY1,230 million from the end of the previous fiscal year to JPY 58,831 million.

The main components of the change were a JPY679 million decrease in cash and deposits, a JPY574 million decrease in accounts receivable, a JPY1,403 million increase in accrued investment trust management fees, a JPY2,711 million decrease in deposits paid, a JPY253 million increase in real estate for sale in process, and a JPY3,086 million increase in investment securities.

(Liabilities)

Total liabilities as of the end of the first quarter decreased by JPY 210 million from the end of the previous fiscal year to JPY 18,186 million.

The main components of the change were a JPY 515 million increase in unpaid comission, a JPY 932 million decrease in other payables, a JPY 766 million decrease in income taxes payable, a JPY 578 million decrease in deposits received, a JPY 386 million increase in provision for bonuses, and a JPY 995 million increase in deferred tax liabilities..

(Net assets)

Total net assets as of the end of the first quarter increased by JPY 1,440 million from the end of the previous fiscal year to JPY 40,644 million.

The main components of the change were a JPY 812 million decrease in retained earnings, a JPY 2,203 million increase in valuation difference on available-for-sale securities.

２． Consolidated Financial Statements and significant notes

（１） Quarterly Consolidated Balance Sheets

(Unit: million yen)

	FY2025 (March 31, 2026)	FY2026 Q1 (June 30, 2026)
Assets		
Current assets		
Cash and deposits	19,527	18,847
Prepaid expenses	429	422
Accounts receivable – other	1,700	1,125
Income taxes refund receivable	22	23
Accrued investment trust management fees	1,690	3,093
Accrued investment advisory fees	1,814	1,894
Deposits paid	2,926	214
Real estate for sale in process	2,473	2,727
Other	74	446
Allowance for doubtful accounts	(270)	(270)
Total current assets	30,389	28,526
Non-current assets		
Property, plant and equipment	2,538	2,548
Intangible assets	16	15
Investments and other assets		
Investment securities	24,191	27,278
Guarantee deposits	188	191
Long-term prepaid expenses	158	176
Retirement benefit asset	23	19
Deferred tax assets	94	71
Other	―	3
Total investments and other assets	24,656	27,740
Total non-current assets	27,211	30,304
Total assets	57,600	58,831

(Unit: million yen)

	FY2025 (March 31, 2026)	FY2026 Q1 (June 30, 2026)
Liabilities		
Current liabilities		
Short-term borrowings	2,000	2,000
Current portion of long-term borrowings	5,000	5,000
Lease obligations	1,026	1,029
Unpaid commission	358	873
Accounts payable – other	1,584	651
Income taxes payable	2,006	1,240
Deposits received	1,094	515
Provision for bonuses	3	390
Provision for share awards	42	76
Provision for long-term incentives	0	0
Provision for shareholder benefit program	56	61
Other	616	669
Total current liabilities	13,789	12,508
Non-current liabilities		
Long-term borrowings	2,000	2,000
Provision for share awards	183	112
Provision for long-term incentives	1	1
Provision for share awards for directors (and other officers)	1	1
Deferred tax liabilities	1,719	2,715
Other	701	847
Total non-current liabilities	4,607	5,677
Reserve under special laws		
Reserve for financial instruments transaction liabilities	0	0
Total reserves under special laws	0	0
Total liabilities	18,396	18,186
Net assets		
Shareholders' equity		
Capital stock	8,587	8,587
Capital surplus	1,146	1,146
Retained earnings	27,090	26,278
Treasury shares	(3,088)	(3,045)
Total shareholders' equity	33,735	32,966
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,164	6,367
Foreign currency translation adjustment	1,316	1,323
Remeasurements of defined benefit plans	(12)	(12)
Total accumulated other comprehensive income	5,468	7,678
Non-controlling interests	0	0
Total net assets	39,204	40,644
Total liabilities and net assets	57,600	58,831

（2） Quarterly Consolidated Statements of Income and Quarterly Consolidated Statements of Comprehensive Income

(Quarterly Consolidated Statements of Income)

(Unit: million yen)

	FY2025 Q1 (April 1, 2025 – June 30, 2025)	FY2026 Q1 (April 1, 2026 – June 30, 2026)
Operating revenue		
Investment trust management fee	2,112	3,184
Investment advisory fee	1,728	2,294
Other operating revenue	141	126
Total operating revenue	3,981	5,606
Operating and general administrative expenses	2,458	2,851
Operating profit	1,523	2,754
Non-operating income		
Interest income	13	15
Dividend income	15	4
Foreign exchange gains	26	—
Share of profit of entities accounted for using equity method	32	9
Miscellaneous income	9	6
Total non-operating income	98	36
Non-operating expenses		
Interest expenses	41	35
Commissions paid	2	—
Foreign exchange losses	—	1
Loss on investments in investment partnerships	10	47
Miscellaneous losses	2	8
Total non-operating expenses	57	93
Ordinary profit	1,564	2,697
Extraordinary income		
Gain on sale of investment securities	775	1,528
Gain on bargain purchase	—	10
Total extraordinary income	775	1,539
Profit before income taxes	2,339	4,237
Income taxes – current	514	1,184
Income taxes – deferred	191	152
Total income taxes	706	1,337
Profit	1,633	2,900
Profit attributable to non-controlling interests	–	—
Profit attributable to owners of parent	1,633	2,900

(Quarterly Consolidated Statements of Comprehensive Income)

(Unit: million yen)

	FY2025 Q1 (April 1, 2025 – June 30, 2025)	FY2026 Q1 (April 1, 2026 – June 30, 2026)
Profit	1,633	2,900
Other comprehensive income:		
Valuation difference on available-for-sale securities	613	2,203
Foreign currency translation adjustment	62	6
Remeasurements of defined benefit plans, net of tax	(0)	(0)
Total other comprehensive income	674	2,209
Comprehensive income	2,307	5,109
Comprehensive income attributable to:		
Comprehensive income attributable to owners of parent	2,307	5,109
Comprehensive income attributable to non-controlling interests	–	–

（３） Notes to Quarterly Consolidated Financial Statements

(Going concern assumption)

There are no relevant matters.

(Significant changes in equity)

There are no relevant matters.

(Quarterly Consolidated statements of cash flows)

Quarterly consolidated statements of cash flows for the three months ended June 30, 2026 are not prepared,. Deprecation (including amortization related to intangible assets) for the three months ended June 30, 2026 are as follows.

(Unit: million yen)

	FY2025 Q1 (April 1, 2025 – June 30, 2025)	FY2026 Q1 (April 1, 2026 – June 30, 2026)
Depreciation	81	78

(Segment information)

For three months ended June 30, 2025 and three months ended June 30, 2026

This information is omitted as the Group is a single segment business of investment trust management, discretionary investment management and investment advisory.